**Revision questions**

(30 marks; 30 minutes)

**1** Explain why businesses prefer to do business in countries with relatively light government regulation.

**2** Look at Table 33.2 and explain the difference between the current account balance and government net debt.



**3** Assess two possible ways in which the quality of infrastructure would matter to a delivery business selling 'Fresh Dough Pizza'.

**4** Poland seems to be the most heavily regulated of the three Eastern European countries **(see Table 33.5)** yet has the fastest growth. Explain why businesses prefer to do business in countries with relatively light government regulation. Assess two possible reasons for this.



**5** Explain why the exchange rate is unlikely to be important in deciding on the best country to set up a business in the long term.